

**EXECUTIVE SECRETARIAT****Routing Slip**

TO:		ACTION	INFO	DATE	INITIAL
1	DCI		X		
2	DDCI		X		
3	EXDIR		X		
4	D/ICS				
5	DDI		X		
6	DDA				
7	DDO				
8	DDS&T				
9	Chm/NIC				
10	GC				
11	IG				
12	Compt				
13	D/EEO				
14	D/Pers				
15	D/OEA				
16	C/PAD/OEA				
17	SA/IA				
18	AO/DCI				
19	C/IPD/OIS				
20	SA/DCI		has copy)		
21	ES		X		
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SUSPENSE		Date			

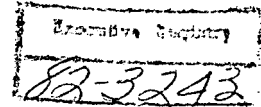
Remarks:

Executive Secretary

2 June 82

Date

3637 (10-81)



2 June 1982

MEMORANDUM FOR:

25X1

Special Assistant to the DCI

FROM: Director of Central Intelligence

SUBJECT: Can the Soviets "Stand Down"?

1. Fred Ikle read the "Stand Down" paper, liked it, and came up with some caution and suggestions, to wit:

-- He is very skeptical on trading credit or other economic assistance for a scaling down of military production, largely because a scaling down would have to be done over a long period of time and there would be little assurance that they would stick to it, etc. Moreover, since they can only turn off military production at the margin and the changes will be at the margin, we should not try to trade off specifics. Rather, we should exert economic pressure in the hope of inducing a shift on the margin away from the military and hope that some restructuring of the political and economic system will follow, while at the same time trading MXs and SS-18s, etc., on a separate track. He thinks that our economic restrictions should have the broader purpose of pushing to open up the Soviet system by forcing reorganization of economic planning and output.

2. I understand the draft of the speech that the President intends to make to the United Nations will propose an exchange of information on military budgets, which is a step in the direction we have been thinking about and would at the same time accomplish little and be quite harmless.

C  
William J. Casey

cc: DDI

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